

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6380

BILL NUMBER: HB 1018

DATE PREPARED: Nov 20, 2000

BILL AMENDED:

SUBJECT: Indiana Moose Association Trust License Plates.

FISCAL ANALYST: James Sperlik

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FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill creates an Indiana Moose Association Trust special group recognition license plate. It specifies the method of distribution for the funds deposited in the Indiana Moose Association Trust Fund.

Effective Date: January 1, 2003.

Explanation of State Expenditures: There would be additional expenses for the Prison Enterprise Network (PEN Products), the manufacturing arm of prison-made products, to make these plates. Their charges would be based on the number of colors in the design as shown in the schedule below.

<u>Colors</u>	<u>Set-Up Charge</u>	<u>Price Per Plate</u>
1	\$105	\$3.90
2	\$170	\$4.00
3	\$235	\$4.10
4	\$300	\$4.30
5	\$365	\$4.60
6	\$430	\$5.00

These prices are effective for the 2001-2003 biennium.

Additional charges include \$75 per color for any special colors that are not included in PEN's ten standard colors. If PEN Products does the artwork, there is a \$45 per hour charge. Origination fees include the film positives and the silk screen charges. When the artwork is provided by the customer, the set-up fee is \$17.50. The fund affected for PEN Products is PEN Products Revolving Fund. There will be computer and accounting changes for the BMV. The fund affected for the BMV is the Motor Vehicle Highway Account

which supports the BMV.

The Commissioner of the BMV is to administer the newly created Indiana Moose Trust Fund. Expenses of administering the newly created fund shall be paid from money in the fund. Money in the Indiana Moose Trust Fund at the end of a state fiscal year does not revert to the State General Fund. On June 30 of each year, the Commissioner shall distribute the money in the Indiana Moose Trust Fund to the Indiana Moose Association, for distribution to Mooseheart, the "Child City".

Explanation of State Revenues: Potential revenue from the sales of the newly created Indiana Moose Association Trust license plate is not known. The bill provides for a \$25 annual fee for the newly created Indiana Moose Association Trust plate. This money would be deposited into the newly created Indiana Moose Trust Fund. Based on the 1999 sales of special recognition license plates, revenue resulting from the \$25 annual fee could range from \$925 to \$1,906,600.

There also is an administrative fee of \$12 for special recognition license plates, of which \$6 is distributed to the Bureau of Motor Vehicles Commission, \$5 is distributed to the Motor Vehicle Highway Account, and \$1 is distributed to the Crossroads 2000 program for highway bonding and construction. Revenue from this fee is not known. However, based on the 1999 sales of special recognition license plates, revenue from the \$12 fee could range from \$444 to \$915,168.

It should be noted that it is possible that sales of this special plate could, to some extent, supplant the sales of the other special plates.

These license plates will be available after December 31, 2002.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Department of Correction (PEN Products).

Local Agencies Affected:

Information Sources: Becky Gillam, Sales and Marketing Director of PEN Products, 387-2020; Bureau of Motor Vehicles license plate sales data for 1999.